

# FISCAL NOTE

## SB 609

February 12, 1997

**SUMMARY OF BILL:** Adds two exemptions to the Tennessee Securities Act of 1980:

- Creates a *manual exemption* for securities listed in a recognized manual and traded by non-issuers in the secondary market.
- Creates an exemption for securities traded in the secondary market through an unsolicited order or offer to buy.

### ESTIMATED FISCAL IMPACT:

**Decrease State Revenues - Exceeds \$100,000**

**Increase State Expenditures - \$49,600 - Recurring  
\$6,000 - One-Time**

Estimate assumes a decrease in state revenues due to the exemption of certain securities from registration.

Details of the expenditures are shown below:

|                              | <u>Recurring</u> | <u>One-Time</u> |
|------------------------------|------------------|-----------------|
| <u>Securities Examiner 2</u> |                  |                 |
| Salary                       | \$34,000         |                 |
| Benefits                     |                  | 8,100           |
| Operational Exp.             | <u>7,500</u>     |                 |
| Office Furnishings           |                  | \$2,000         |
| Computer Equipment           |                  | <u>4,000</u>    |
| Total                        | <u>\$49,600</u>  | <u>\$6,000</u>  |

### CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director